LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 6442 DATE PREPARED: Nov 16, 2001

BILL NUMBER: SB 171 BILL AMENDED:

SUBJECT: Excludes a Debtor's Child Support from Levy.

FISCAL ANALYST: Michael Molnar

PHONE NUMBER: 232-9559

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill provides that child support owed to a debtor (including arrearages) is not subject to levy upon execution of any final judicial process founded on tort or contract (including bankruptcy).

Effective Date: July 1, 2002.

Explanation of State Revenues: This bill would exclude child support owed to a custodial parent from their asset pool. This will only have an impact if the custodial parent is a debtor to the state. However, staff were unable to determine when a scenario such as this might apply. It is assumed that this will have minimal impact, if any.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources: Amy Brown, FSSA, (317) 232-4451.

SB 171+ 1